

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF WESTERN LEWIS-)	CASE NO. 9642-V
RECTORVILLE WATER AND GAS DISTRICT)	

O R D E R

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On October 23, 1989, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective November 1, 1989, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

(1) Western Lewis's notice of October 23, 1989 set out certain revisions in rates which Western Lewis proposed to place into effect, said rates being designed to pass on a wholesale increase in price from its supplier in the amount of \$618 or 1.05 cents per Mcf.

(2) Transmission applied with the Federal Energy Regulatory Commission for an increase with an effective date of November 1, 1989. These rates are subject to refund; hence, Western Lewis's rates should be subject to refund. The effective date for Western Lewis's rates should be 30 days from the filing date or November 22, 1989.

(3) Western Lewis incorrectly calculated its proposed adjustment based on rates proposed and rejected in Case No. 9642-U.¹ The rates approved in Case No. 9642-U should be used as the basis for calculating Western Lewis's proposed adjustment.

(4) Western Lewis's corrected adjustment in rates under the PGA provisions approved by the Commission in its Order in Case No. 9642 dated February 4, 1987 is fair, just, and reasonable and in the public interest and should be effective with gas supplied on and after November 22, 1989, subject to refund.

IT IS THEREFORE ORDERED that:

(1) The rates proposed by Western Lewis in its notice of adjustment are hereby denied.

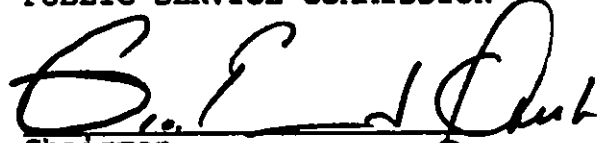
(2) The rates in the Appendix to this Order, attached hereto and incorporated herein, are hereby authorized effective with gas supplied on and after November 22, 1989, subject to refund.

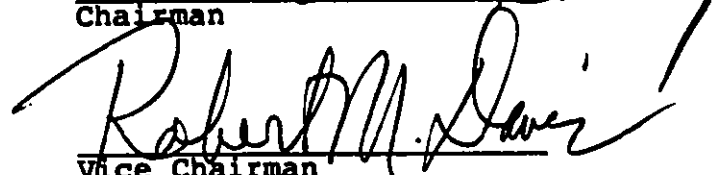
(3) Within 30 days of the date of this Order, Western Lewis shall file with this Commission its revised tariffs setting out the rates authorized herein.

¹ Case No. 9642-U, The Notice of Purchased Gas Adjustment Filing of Western Lewis-Rectorville Water and Gas District, Order dated August 10, 1989.

Done at Frankfort, Kentucky, this 22nd day of November, 1989.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 9642-V DATED November 22, 1989.

The following rates are prescribed for the customers served by Western Lewis-Rectorville Water and Gas District (Gas Division). All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Surcharge:

- | | |
|---------------------|------------------|
| (1) Customer Charge | \$1.00 Per Month |
| (2) Usage Charge | \$.59 Per Mcf |

Rates: Monthly

First	1,000 cu. ft. or less	\$6.83 (Minimum Bill)
Next	4,000 cu. ft. per 1,000 cu. ft.	4.7121
Next	5,000 cu. ft. per 1,000 cu. ft.	4.6621
Over	10,000 cu. ft. per 1,000 cu. ft.	4.5621

The base rate for the future application of the purchased gas adjustment clause of Western Lewis-Rectorville Water and Gas District (Gas Division) shall be:

	<u>Demand</u>	<u>Commodity</u>
Columbia Gas Transmission Corporation	-	\$3.4884 per Dth